

**REMARKS**

This is in response to the Office Action dated January 18, 2007. Claim 7 has been canceled. Claims 1-6 are pending.

Applicant notes with appreciation the Examiner's indication that claim 7 contains allowable subject matter. In this regard, allowable claim 7 has been added to claim 1. Thus, claims 1-3 are now in condition for allowance given the Examiner's indication of allowable subject matter.

Claim 4 requires "a memory for designating, among from the output terminals, an output terminal for each of the gradation of the required number, *in accordance with whether the display apparatus is in the reflective display mode or the transmissive display mode.*" Kudo fails to disclose or suggest this feature of claim 4. In particular, Kudo fails to disclose or suggest designating output terminal(s) in accordance with whether the display apparatus is in a reflective display mode or a transmissive display mode as required by claim 4. Kudo is entirely unrelated to the invention of claim 4 in this respect.

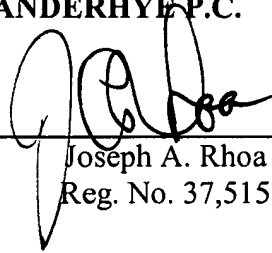
It is respectfully requested that all rejections be withdrawn. All claims are in condition for allowance. If any minor matter remains to be resolved, the Examiner is invited to telephone the undersigned with regard to the same.

NAKAGAWA et al  
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Respectfully submitted,

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By: \_\_\_\_\_



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